

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

December 5, 2012

CERTIFIED RETURN RECEIPT 7011 0110 0001 3568 0499

Ron Smith Ash Grove Cement Company P. O. Box 38069 Leamington, Utah 84538-0069

Subject: Five-Year Review of Reclamation Surety, Ash Grove Cement Company, Learnington Cement

Plant, M/023/0004, Juab County, Utah

Dear Mr. Smith:

Thank you for providing the requested reclamation cost estimate for the Leamington Cement Plant mine, located in Juab County, Utah. The Division of Oil, Gas and Mining finds the calculations adequate.

The Division is returning a copy of the cost estimate that has been stamped approved. Please incorporate the new these calculations in Appendix 18 of the Notice of Intention to Commence Large Mining Operations (Notice) and discard the superseded documents.

The Division needs to receive an increase in the reclamation surety in the amount of \$2,330,700.00 bringing the total to \$6,857,000.00. You may increase your surety bond by submitting a rider to the existing bond, or you may submit a letter of credit, cash, a certificate of deposit, or a new surety bond for either the total or increased amount. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for further information about submitting the surety. Current bonding forms are available on the Internet at http://www.ogm.utah.gov/minerals/MINERALSFORMS.htm. Please submit the increase surety no later than February 14, 2013.

Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact me at 801-538-5261 or Wayne Western at 801-538-5263.

Mining Program Manager

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